GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:1687
ANSWERED ON:08.08.2006
COMPETITION OF SSI WITH MULTI- NATIONAL COMPANIES
Baxla Shri Joachim

Will the Minister of SMALL SCALE INDUSTRIES be pleased to state:

(a): whether the Government has taken any step to protect small scale industries from the multinational companies being set up under the liberalization policy; and

(b): if so, the details thereof?

Answer

MINISTER OF SMALL SCALE INDUSTRIES & AGRO AND RURAL INDUSTRIES (SHRI MAHABIR PRASAD)

(a)&(b): The steps taken by the Central Government to help small scale industries (SSI) face competition include, inter alia, central excise exemption up to Rs. 1 crore to SSI units with annual turnover of up to Rs. 4 crore under the General SSI Excise Exemption Scheme, exemption from collateral security requirements for loan upto Rs. 5 lakh (up to Rs. 25 lakh for units with good track record and financial position), capital subsidy of 15 per cent with a loan ceiling of Rs. 1 crore under Credit Linked Capital Subsidy Scheme for Technology Upgradation of SSIs, reimbursement of charges for acquiring ISO 9000/14000 certification to the extent of 75 per cent of the cost subject to a maximum of Rs. 75,000/-, reimbursement of fee to the extent of 75 per cent subject to a maximum ceiling of Rs. 40,000/- under Performance and Credit Rating Scheme for SSIs, etc.